

## Real Estate Excise Tax #2/3682

	2002 Actual <sup>1</sup>	2003 Adopted <sup>2</sup>	2003 Estimated	2004 Proposed	2005 Projected	2006 Projected
<b>Beginning Fund Balance</b>	<b>12,736,442</b>	<b>359,534</b>	<b>13,552,577</b>	<b>4,738,695</b>	<b>500,000</b>	<b>500,000</b>
<b>Revenues</b>						
* REET Tax <sup>3</sup>	6,794,283	5,300,820	6,990,985	4,989,169	4,503,101	5,187,942
* Investment Interest <sup>4</sup>	472,741					
<b>Total Revenues</b>	<b>7,267,024</b>	<b>5,300,820</b>	<b>6,990,985</b>	<b>4,989,169</b>	<b>4,503,101</b>	<b>5,187,942</b>
<b>Expenditures</b>						
* Parks Expenditures						
* T/T Parks CIP Fund 3160 <sup>5</sup>	(2,978,194)	(3,338,473)	(3,052,280)	(3,582,546)	(2,573,452)	(3,023,305)
* T/T Parks CIP Fund 3490 <sup>6</sup>	(2,741,113)	(2,258,322)	(1,593,784)	(5,059,513)	(1,343,758)	(1,578,655)
* T/T WLRD "CPOSA" (former RLOS)		(104,791)	(104,791)			
* T/T YSFG	(145,000)					
* Debt Service	(574,778)	(574,777)	(574,777)	(584,081)	(584,081)	(584,081)
* REET 2 Finance Charges <sup>7</sup>	(11,804)	(1,698)	(1,698)	(1,724)	(1,810)	(1,901)
* REET 2 2001 CIP Reconciliation <sup>8</sup>		1,025,125	0			
* 2002 CIP Carryover/Rec <sup>9</sup>			(10,477,537)			
<b>Total Expenditures</b>	<b>(6,450,889)</b>	<b>(5,252,936)</b>	<b>(15,804,867)</b>	<b>(9,227,864)</b>	<b>(4,503,101)</b>	<b>(5,187,942)</b>
<b>Estimated Underexpenditures</b>						
Other Fund Transactions						
* Parks Fund 3160 CIP Rec impacting REET 2		26,115				
* Parks Fund 3160 Project Cancellations impacting REET 2		353,103				
* Parks Fund 3490 CIP Rec impacting REET 2		42,055				
* Parks Fund 3490 Project Cancellations impacting REET 2		622,483				
<b>Total Other Fund Transactions</b>	<b>0</b>	<b>1,043,756</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Ending Fund Balance</b>	<b>13,552,577</b>	<b>1,451,174</b>	<b>4,738,695</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>
<b>Reserves &amp; Designations</b>						
* 2002 CIP Carryover/Rec <sup>9</sup>	(10,477,537)					
* Coal Creek Interlocal			(1,000,000)			
* 2002 GAAP Adjustment - Unrealized Investment Gains <sup>11</sup>	243,109					
<b>Total Reserves &amp; Designations</b>	<b>(10,234,428)</b>	<b>0</b>	<b>(1,000,000)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Ending Undesignated Fund Balance</b>	<b>3,318,149</b>	<b>1,451,174</b>	<b>3,738,695</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>
<b>Target Fund Balance <sup>10</sup></b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>

### Financial Plan Notes:

<sup>1</sup> 2002 Actuals are per the final 14th Month ARMS Reports.

<sup>2</sup> 2003 Adopted is per the 2003 Adopted Budget Book.

<sup>3</sup> 2003 Adopted REET Tax is based on an April 2002 Budget Office projection. 2003 Estimated, and 2004, 2005, and 2006 REET Tax are based on an August 2003 Budget Office projection.

<sup>4</sup> The 2003 Adopted Budget changed REET 2 from a Tier 1 fund to a Tier 2 fund, so from 2003 onward, the investment interest will be deposited directly into CX.

<sup>5</sup> 2003 Adopted T/T Parks CIP Fund 3160 includes (2,825,609) Proposed plus (512,864) [(93,023) shy of (605,889) for ADOPS, 344,393 for GIS Project-Grant Applications, and (344,393) for Green River Trail adopted by Council]. 2003 Estimated includes 1st Quarter Omnibus adjustments: 26,115 for Parks Fund 3160 CIP Rec impacting REET 2, 353,103 Parks Fund 3160 Project Cancellations impacting REET 2, and a (93,023) correction due to mathematical error in the Adopted Ordinance. 2003 Estimated also includes 2nd Quarter Omnibus adjustments: (40,443) for Northshore Master Plan, 847,994 for Northshore Field Improvements, and (807,551) for Cougar Mountain Development.

<sup>6</sup> 2003 Revised T/T Parks CIP Fund 3490 includes (2,258,322) Adopted and 1st Quarter Omnibus adjustments: 42,055 for Parks Fund 3490 CIP Rec impacting REET 2 and 622,483 for Parks Fund 3490 Project Cancellations Impacting REET 2.

<sup>7</sup> 2005 and 2006 Projected Finance charges were inflated 5% per year.

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<sup>8</sup> REET II 2001 CIP Rec adopted in the 2003 Budget was reversed in the 1st Quarter Omnibus. Revised revenues during the 2003 budget process allowed us to balance the fund without 2001 CIP Reconciliation. If we could have predicted the revenue increase, we would not have made changes in CIP Rec. In order to implement as proposed, we would have to make corresponding adjustments in Parks CIP, which would be difficult at this time - especially after such a rigorous Cancellation process.

<sup>9</sup> 2002 CIP Carryover/Rec is per 2002 CIP Reconciliation. It includes (11,048,766) CIP Carryover, 1 Administrative Adjustment and 571,228 CIP Rec.

<sup>10</sup> Current target fund balance policy requires a \$500,000 undesignated fund balance for the provision of mid-year contingencies and emergencies.

<sup>11</sup> Unrealized Investment Gains are not available for allocation but impact Ending Undesignated Fund Balance.